

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

N

W-20453A
Northern Sunrise Water Company
12725 W Indian School Rd, Suite D101
Avondale, AZ 85392

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-17-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Northern Sunrise Water Company

Mailing Address 12725 W. Indian School Rd. Suite D 101
(Street)

Avondale Arizona 85392
(City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 12725 W. Indian School Rd. Suite D 101
(Street)

Avondale Arizona 85392
(City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Greg Sorensen V.P.
(Name) (Title)

12725 W. Indian School Rd. Suite D101 Avondale AZ 85392
(Street) (City) (State) (Zip)

(623) 298-3753 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: Bob Dodds President
(Name)

12725 W. Indian School Rd. Suite D101 Avondale Arizona 85392
(Street) (City) (State) (Zip)

(623) 935-9367 (623) 935-1020
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Algonguin Water Services, LLC

(Name)

12725 W. Indian School Rd. Suite D101

(Street)

Avondale

(City)

Arizona

(State)

85392

(Zip)

(623) 935-9367

Telephone No. (Include Area Code)

(623) 935-1020

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Jay Shapiro, Fennemore Craig, P.C.

(Name)

3003 North Central Avenue, Suite 2600

(Street)

Phoenix

(City)

Arizona

(State)

85012

(Zip)

(602) 916-5366

Telephone No. (Include Area Code)

(602) 916-5566

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME**Northern Sunrise Water Company****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	64,621	14,136	50,485
302	Franchises			
303	Land and Land Rights	28,746		28,746
304	Structures and Improvements	315	7	308
307	Wells and Springs	25,209	407	24,802
311	Pumping Equipment	29,542	2,385	27,157
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	51,036	515	50,521
331	Transmission and Distribution Mains	34,236	749	33,487
333	Services	10,390	31	10,359
334	Meters and Meter Installations	2,354		2,354
335	Hydrants	57,373		57,373
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	9,370	364	9,006
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	531		531
346	Communication Equipment	2,502	125	2,377
347	Miscellaneous Equipment			
348	Other Tangible Plant			
				0
	TOTALS	316,225	18,719	297,506

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME**Northern Sunrise Water Company****CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	64,621		14,136
302	Franchises			0
303	Land and Land Rights	28,746		0
304	Structures and Improvements	315		7
307	Wells and Springs	25,209		407
311	Pumping Equipment	29,542		2,385
320	Water Treatment Equipment			0
330	Distribution Reservoirs and Standpipes	51,036		515
331	Transmission and Distribution Mains	34,236		749
333	Services	10,390		31
334	Meters and Meter Installations	2,354		0
335	Hydrants	57,373		0
336	Backflow Prevention Devices			0
339	Other Plant and Misc. Equipment	9,370		364
340	Office Furniture and Equipment			0
341	Transportation Equipment			0
343	Tools, Shop and Garage Equipment			0
344	Laboratory Equipment			0
345	Power Operated Equipment	531		0
346	Communication Equipment	2,502		125
347	Miscellaneous Equipment			0
348	Other Tangible Plant			0
	Less: CIAC Amortization			
	TOTALS	316,225		18,719

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.

Half-year convention used on asset additions.

COMPANY NAME

Northern Sunrise Water Company

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ -	\$ (58,420)
134	Working Funds	0	
135	Temporary Cash Investments	0	
141	Customer Accounts Receivable	0	19,073
146	Notes/Receivables from Associated Companies	0	
151	Plant Material and Supplies	0	
162	Prepayments	0	4,957
174	Miscellaneous Current and Accrued Assets	0	
	TOTAL CURRENT AND ACCRUED ASSETS	\$ -	\$ (34,389)
	FIXED ASSETS		
101	Utility Plant in Service	\$ -	\$ 316,225
103	Property Held for Future Use	0	
105	Construction Work in Progress	0	169,539
108	Accumulated Depreciation - Utility Plant	0	18,719
121	Non-Utility Property	0	
122	Accumulated Depreciation - Non Utility	0	
	TOTAL FIXED ASSETS	\$ -	\$ 467,046
	TOTAL ASSETS	\$ -	\$ 432,656

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME

Northern Sunrise Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ -	\$ 368
232	Notes Payable (Current Portion)	0	
234	Notes/Accounts Payable to Associated Companies	0	5,820
235	Customer Deposits	0	2,800
236	Accrued Taxes	0	6,415
237	Accrued Interest	0	
241	Miscellaneous Current and Accrued Liabilities	0	18,962
	TOTAL CURRENT LIABILITIES	\$ -	\$ 34,364
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -	
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ -	
252	Advances in Aid of Construction	0	
255	Accumulated Deferred Investment Tax Credits	0	
271	Contributions in Aid of Construction	0	
272	Less: Amortization of Contributions	0	
281	Accumulated Deferred Income Tax	0	
	TOTAL DEFERRED CREDITS	\$ -	\$ -
	TOTAL LIABILITIES	\$ -	\$ 34,364
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ -	\$ 416,204
211	Paid in Capital in Excess of Par Value	0	
215	Retained Earnings	0	(17,911)
218	Proprietary Capital (Sole Props and Partnerships)	0	
	TOTAL CAPITAL	\$ -	\$ 398,293
	TOTAL LIABILITIES AND CAPITAL	\$ -	\$ 432,657

COMPANY NAME

Northern Sunrise Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ -	\$ 156,309
460	Unmetered Water Revenue	0	
474	Other Water Revenues	0	3,610
	TOTAL REVENUES	\$ -	\$ 159,918
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	
610	Purchased Water	0	
615	Purchased Power	0	13,026
618	Chemicals	0	406
620	Repairs and Maintenance	0	5,108
621	Office Supplies and Expense	0	
630	Outside Services	0	106,247
635	Water Testing	0	3,401
641	Rents	0	390
650	Transportation Expenses	0	20,235
657	Insurance - General Liability	0	5,195
659	Insurance - Health and Life	0	
666	Regulatory Commission Expense - Rate Case	0	
675	Miscellaneous Expense	0	8,788
403	Depreciation Expense	0	18,719
408	Taxes Other Than Income	0	
408.11	Property Taxes	0	5,540
409	Income Tax	0	(9,227)
	TOTAL OPERATING EXPENSES	\$ -	\$ 177,827
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	
421	Non-Utility Income	0	
426	Miscellaneous Non-Utility Expenses	0	
427	Interest Expense	0	2
	TOTAL OTHER INCOME/EXP	\$ -	\$ (2)
	NET INCOME/(LOSS)	\$ -	\$ (17,911)

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$0

Meter Deposits Refunded During the Test Year \$0

COMPANY NAME Northern Sunrise Water Company

Name of System 02013 + 02054 + ADEQ Public Water System Number (if applicable)

02055

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-807770	5	28	Unknown	6	1	Unknown
55-807774	20	95	Unknown	8	2	Unknown
55-807772	5	35	342	8	2	Unknown
55-807773	10	110	Unknown	8	2	Unknown
						Unknown
						Unknown

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
7.5	1		
10	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		5,000	2
		120	2
		1000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Northern Sunrise Water Company	
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2	PVC	Unknown	5/8 X 3/4	340
3	PVC	Unknown	3/4	1
4	PVC,AC	Unknown	1	
5			1 1/2	
6	AC	Unknown	2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Tubo 4	
			Comp. 6	
			Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

__Sodium Hydochlorite Chlorinators, Injection Pumps_____

STRUCTURES:

All Well Sites Have 6 foot Chainlink Fence_____

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

SYSTEM NAME	POE#	LAST SAMPLING DATE	RESULTS
Coronado PWS#02-013	1	2/8/2007	0.0037
Mustang/Crystal PWS#02-054	1	2/8/2007	0.005
Sierra Sunset PWS#02-055	1	2/8/2007	0.0039

MCL for Arsenic: 0.050mg/l
 Tested every three years unless they have waivers

COMPANY NAME Northern Sunrise Water Company YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 67.22

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

<small>COUNTY OF (COUNTY NAME)</small> Cochise
<small>NAME (OWNER OR OFFICIAL) TITLE</small> Greg Sorensen, Vice President
<small>COMPANY NAME</small> Northern Sunrise Water Company

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

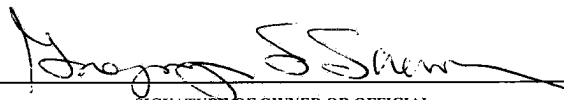
<small>MONTH</small>	<small>DAY</small>	<small>YEAR</small>
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
623 298 3753
TELEPHONE NUMBER

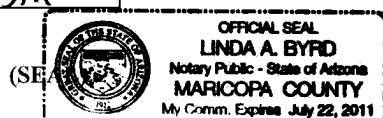
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF



<small>COUNTY NAME</small> Maricopa	
<small>MONTH</small> April	<small>YEAR</small> 2008


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES July 22, 2011

COMPANY NAME Northern Sunrise Water Company YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability 7,336.11

State Taxable Income Reported _____
Estimated or Actual State Tax Liability 1,891.02

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Gregory S. Sorenson
SIGNATURE

4/15/08
DATE

Gregory S. Sorenson
PRINTED NAME

VP Finance
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 16 2008

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Cochise
NAME (OWNER OR OFFICIAL) TITLE
Greg Sorensen, Vice President
COMPANY NAME
Northern Sunrise Water Company

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 171,489

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 11,571.06
IN SALES TAXES BILLED, OR COLLECTED)**

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
623 298 3753

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th **DAY OF**



MY COMMISSION EXPIRES July 22, 2011

COUNTY NAME	
<u>Maricopa</u>	
MONTH <u>April</u>	<u>2008</u>



SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

APR 7 6 2008

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME)	Cochise		
NAME (OWNER OR OFFICIAL)	Greg Sorensen	TITLE	Vice President
COMPANY NAME	Northern Sunrise Water Company		

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.


SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>162,720</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 10,979
IN SALES TAXES BILLED, OR COLLECTED)

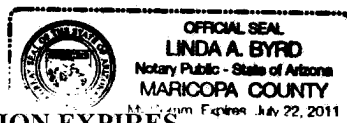
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
623 298 3753
TELEPHONE NUMBER


SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 15th DAY OF

NOTARY PUBLIC NAME	Linda A. Byrd	
COUNTY NAME	Maricopa	
MONTH	April	2008

(SEAL)



MY COMMISSION EXPIRES

X 
SIGNATURE OF NOTARY PUBLIC

July 22, 2011